

Attachment 1: Forecast of xoserve charges to Transmission

04/05 prices	UKT sharing factor (%)	2008/9 (£m)	2009/10 (£m)	2010/11 (£m)	2011/12 (£m)	total
Operating costs	11%	5.0	5.0	5.0	5.0	20.0
UK Link developments	11%	2.0	0.2	1.9	1.5	5.6
GEMINI infrastructure upgrades	100%	0.4	8.3	2.0		10.7
GEMINI maintenance releases	100%	0.3	0.3	0.3	0.3	1.1
Industry Framework change allowance	100%	3.6	3.5	4.5	4.4	16.0
Total allowance (IX)		11.3	17.2	13.7	11.2	53.3

Attachment 2: Forecast of future expenditure with xoserve for Industry Framework changes

Work area	UKT sharing factor (%)	2008/9 (£m)	2009/10 (£m)	2010/11 (£m)	2011/12 (£m)	total
Exit Reform - Flat Capacity	100%	0.9	0.7	0.6	0.3	2.5
Entry capacity - Trades & Transfers	100%	1.0	0.5			1.5
Entry capacity - additional buy-back provisions	100%				0.6	0.6
Entry capacity - Revenue pot allocations	100%	1.5				1.5
Entry capacity - Base-line swapping	100%			0.8		0.8
Energy Balancing - within day cost targetting of entry and exit flow profiling	100%		2.5	4.0	1.0	7.5
Energy Balancing - "city gate" (GSP equivalent) - Move from whole system balancing to balancing at the city gates into the DNs	100%				5.0	5.0
European driven changes - information provision	100%		0.3		0.3	0.6
European driven changes - change of gas day times to facilitate cross boarder flows	100%			2.0		2.0
Major changes to Reconciliation by Difference process - Move to reciliation of all Supply Meter Points AKA current BGT UNC Review Proposal	20%			1.0	1.0	2.0
Shipper driven Mod proposals (GEMINI)	100%	0.5	0.5	0.5	0.5	2.0
Shipper driven Mod proposals (other systems) - such as Meter Assurance and Billing arrangement changes	11%	0.1	0.1	0.1	0.1	0.4
Total potential Framework Changes		4.0	4.6	9.0	8.8	26.4
<i>probability factor (%)</i>		<i>90%</i>	<i>75%</i>	<i>50%</i>	<i>50%</i>	
<i>Proposed Framework Change allocation</i>		<i>3.6</i>	<i>3.5</i>	<i>4.5</i>	<i>4.4</i>	<i>16.0</i>

All costs above are shown in 2004/5 prices, for consistency with other variables in the Transmission licence produced on 17 September 2007